

## PUBLIC SERVICE COMMISSION OF WISCONSIN

### Minutes and Informal Instructions of the Open Meeting of Thursday, December 4, 2014

The Public Service Commission of Wisconsin (Commission) met as noticed. Present were Chairperson Montgomery, Commissioner Callisto and Commissioner Nowak.

#### **Minutes**

The Commission approved the minutes of the open meetings of Friday, November 21, 2014 and Wednesday, November 26, 2014.

#### **5-BS-203 - Joint Application of Wisconsin Power and Light Company and the Village of Waunakee, for the Approval of the Second Transfer Agreement for Authority to Sell/Buy Certain Electric Distribution Facilities, and Transfer 45 Customers Served by the Same Facilities from Wisconsin Power and Light Company to the Village of Waunakee, Dane County, Wisconsin**

The Commission approved the Notice of Proceeding and directed it to be signed by the Secretary to the Commission on behalf of the Commission.

#### **5670-WR-102 - Application of Stanley Municipal Waterworks, Chippewa County, Wisconsin, for Authority to Increase Water Rates**

The Commission approved the Notice of Proceeding and directed it to be signed by the Secretary to the Commission on behalf of the Commission.

#### **6680-TE-100 - Wisconsin Power and Light Company's Request for Approval of a New Load Market Pricing Tariff**

The Commission modified and approved Wisconsin Power and Light Company's (WP&L) proposed New Load Market Pricing (NLMP) tariff. The Commission directed WP&L to remove the Renewable Portfolio Standard (RPS) contribution adder from the NLMP tariff and denied WP&L's request for deferral treatment of the difference between the tariffed revenue and the NLMP revenue as a regulatory asset.

Commissioner Callisto dissented.

The Commission also modified and approved WP&L's request to extend WP&L's Economic Development Program Rider (EDR) and associated deferral treatment, extending the EDR until December 31, 2015.

The Commission directed the Gas and Energy Division to draft an order consistent with its discussion.

**6680-FR-107 - Application of Wisconsin Power and Light Company for Authority to Adjust Rates in Accordance with its 2015 Fuel Cost Plan**

The Commission discussed this matter and made preliminary determinations, including the following:

1. All of the uncontested alternatives for the uncontested issues were accepted in this matter.
2. It is not reasonable to accept Wisconsin Power & Light Company's (WP&L) proposal to implement a surcharge, effective January 1, 2015 for the recovery of under-collected 2014 fuel costs. Those under-collected 2014 fuel costs shall be recovered pursuant to the reconciliation process set forth in Wis. Admin. Code ch. 116.
3. WP&L's forecasted 2015 generation from the Bent Tree Wind Farm is reasonable.
4. The grandfather treatment for existing PgS-3 customers as proposed by WP&L and RENEW, modified so that the cutoff dates fall after the effective date of the Commission's Final Decision in this proceeding, is reasonable.

Commissioner Nowak dissented.

The Commission directed the Gas and Energy Division to draft an order in this docket, consistent with its discussion. The order shall be returned to the Commission for final review and approval.

**CLOSED SESSION - The Commission may recess the open meeting, go into closed session under Wis. Stat. § 19.85(1)(g) to discuss the litigation matters noted below with legal counsel, and reconvene the open meeting pursuant to Wis. Stat. § 19.85(2).**

Commissioner Callisto moved, pursuant to Wis. Stat. § 19.85(1)(g), that the Commission convene in closed session to discuss the litigation matters listed below. Commissioner Nowak seconded the motion. The motion was carried and the Commission went into closed session.

After discussion in closed session, the Commission reconvened in open session.

**FERC Docket No. ER15-358-000 – Midcontinent Independent System Operator, Inc.**

**Request of MISO and MISO Transmission Owners for Incentive Adder to Return on Equity, Effective 11/7/14, for Participation in Regional Transmission Organization**

**Status Report from Counsel**

During the discussion held in closed session, information was presented to the Commission regarding the above litigation matter. No motion was made with respect to this item.

**FERC Docket No. EL14-12-000 – Association of Business Advocating Tariff Equity  
Coalition of MISO Transmission Customers, et al., v. Midcontinent Independent System  
Operator, Inc., et al.**

During the discussion held in closed session, information was presented to the Commission regarding the above litigation matter. No motion was made with respect to this item.

The Commission adjourned the meeting at 11:30 a.m.

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Sandra J. Paske  
Secretary to the Commission

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